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July 20, 2007

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11477-67221

APPLICATION

Honorable James H. Welsh
Commissioner of Conservation
P. O. Box 94275
Baton Rouge, LA 70804

Dear Commissioner Welsh:

Re: Marginulina Texana 1 Sand, Reservoir A
North Maurice Field
Lafayette Parish, Louisiana

Application is hereby made on behalf of **SE USA OPERATING, INC.**, for the calling of a public hearing, after thirty (30) days legal notice, to consider evidence relative to the issuance of Orders pertaining to the **Marginulina Texana 1 Sand, Reservoir A**, in the **North Maurice Field**, Lafayette Parish, Louisiana, to-wit:

1. To dissolve the unit designated 1st MT RA SUA, created by Office of Conservation Order No. 800-B, effective May 1, 1973, and simultaneously create a revised drilling and production unit for the exploration for and production of gas and condensate from the Marginulina Texana 1 Sand, Reservoir A, such unit to be designated MT 1 RA SUA;
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation;

3. To designate a unit well for the proposed revised unit;
4. To designate SE USA Operating, Inc. as the operator of the proposed revised unit;
5. To provide that any future wells drilled to the Marginulina Texana 1 Sand, Reservoir A, inside of the proposed unit should be exempt from the spacing provisions of Statewide Order No. 29-E;
6. To provide that any future wells drilled to the Marginulina Texana 1 Sand, Reservoir A, outside of the proposed unit should be located in accordance with spacing provisions of Statewide Order No. 29-E;
7. To provide that the Commissioner of Conservation should be authorized to reclassify the Marginulina Texana 1 Sand, Reservoir A, by supplemental order without the necessity of a public hearing if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation; and
8. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Marginulina Texana 1 Sand (formerly 1st Marg t Sand), Reservoir A, in the North Maurice Field, Lafayette, Louisiana, was previously defined in Office of Conservation Order No. 800-B, effective May 1, 1973.

A conference to discuss the proposed application and any opposition thereto was held at 10:30 a.m. on the 18th day of July 2007, at The Onebane Law Firm, 1200 Camellia Blvd, Suite 300, Lafayette, Louisiana 70502, (337) 237-2660. A list of the parties who attended the pre-application conference is attached. Jeremy B. Shealy, attorney for the applicant, opened the conference with a brief discussion of the Rules of Procedure. David Comeaux, geological consultant for the applicant, explained the applicant's proposal and the geological, engineering and other bases therefore, and answered questions. A Counterplan was presented by Jim Hardwick, representing Helen Kottemann. The parties were unable to resolve their differences and the conference was then adjourned.

Pertinent data relating to the proposed application can be obtained, AT THE COST OF THE REQUESTING PARTY, by contacting David Comeaux with Leon E. Comeaux & Associates, P.O. Box 53922, Lafayette, LA 70505, (337) 233-9839.

Honorable James H. Welsh
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There is attached hereto and made a part hereof plats outlining the existing 1st MT RA SUA and the proposed MT 1 RA SUA, as well as a list of the names and addresses of the interested parties to whom this unitization proposal is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is being furnished ONLY to the Commissioner of Conservation and to the District manager of the Lafayette District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy of it. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed herein is our check in the amount of \$755.00 made payable to the Office of Conservation in payment of the required hearing application fee.

Very truly yours,

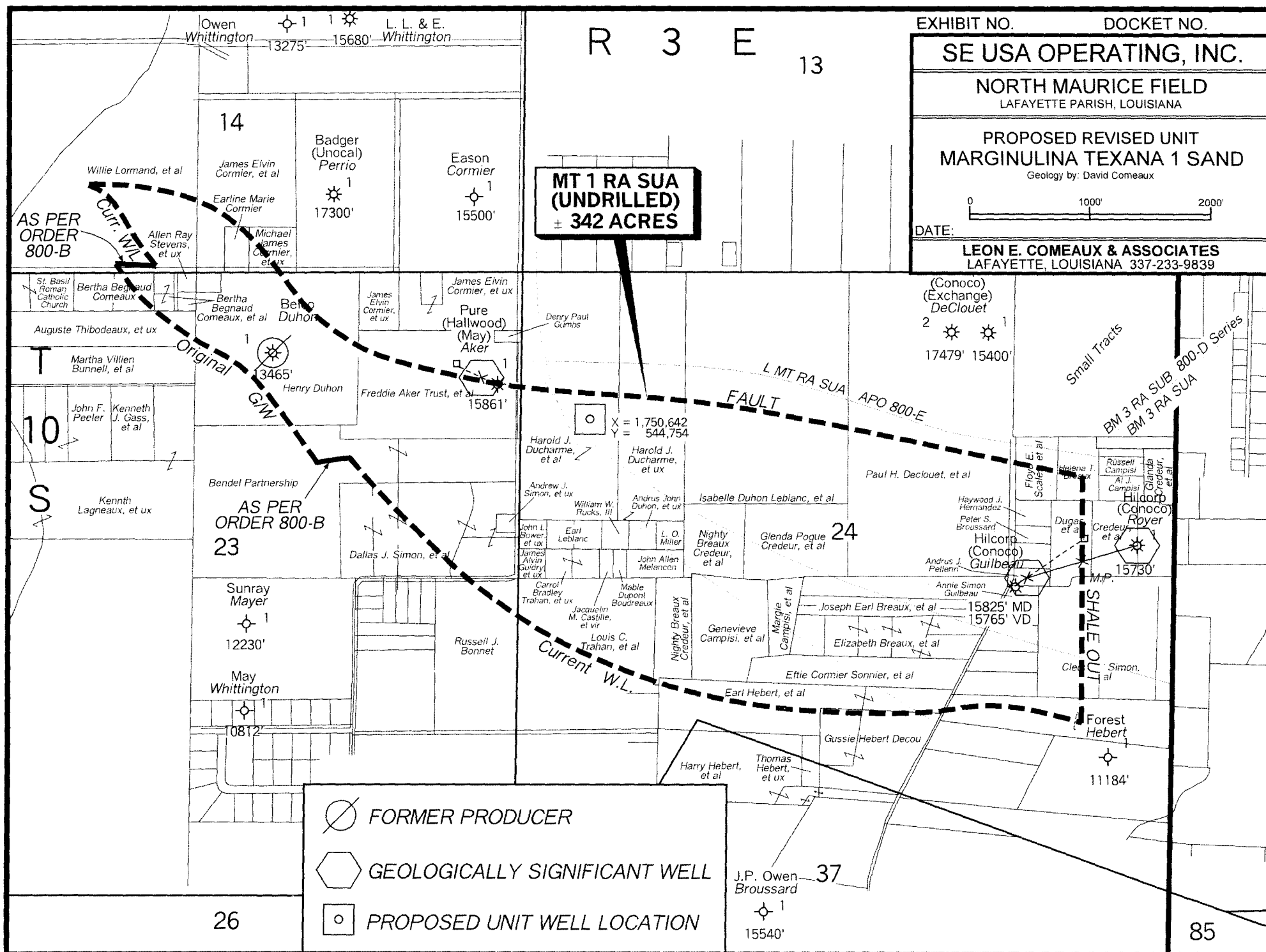


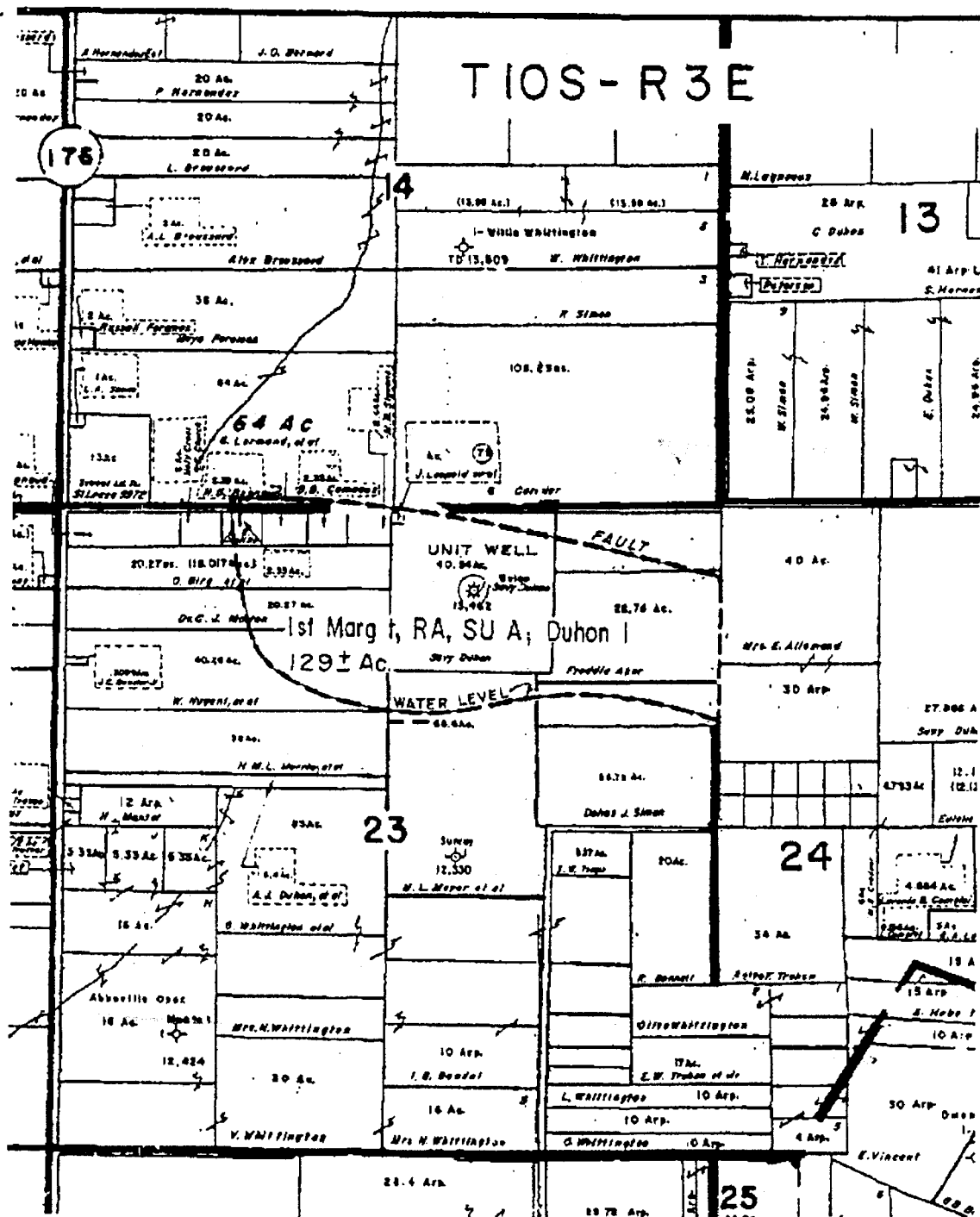
RANDALL C. SONGY

RCS/JBS/fsc
Enclosures

cc: Mr. Richard Hudson, District Manager
Office of Conservation

All Interested Owners, Interested Parties and
Represented Parties





STATE EXHIBIT "A"

NORTH MAURICE FIELD

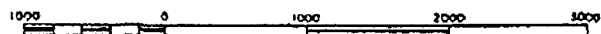
LAFAYETTE PARISH, LOUISIANA

1st. MARG TEX SAND UNIT

HEARING DOCKET NO. 73-122

ORDER NO. 800-B

SCALE - FEET



DEPARTMENT OF CONSERVATION, GEOLOGICAL OIL & GAS DIVISION

MAY 7, 1973

Dept. of Conservation Hearing May 1, 1973

Base map after Belco Petroleum Corp. Ex. 4